CLAIM AMENDMENTS:

Listing of the Claims:

Claims 1-27 (cancelled).

28. (previously presented) A process for the preparation of (S) - or (R) -3, 3, 3trifluoro-2-hydroxy-2-methylpropionic acid of the formula:

or of (R) - or (S) -3, 3, 3-trifluoro-2-hydroxy-2-methylpropionamide of the

formula

comprising converting propionamide of the formula

into a compound of the formula I, II, VII or VIII using:

- (a) the microorganism of claim 41 or 42; or
- (b) the cell extract of claim 43 or 44.
- 29. (previously presented) The process of claim 28 further comprising the step of isolating a compound of the formula I, II, VII or VIII.
- 30. (previously presented) A process for the preparation of (R) -3, 3, 3-trifluoro-2-hydroxy-2-methylpropionic acid of the formula:

or of (S) -3, 3, 3-trifluoro-2-hydroxy-2-methyl-propionamide of the formula

comprising converting propionamide of the formula

into the compound of the formula II utilizing the microorganism of claim 41 or 42.

- 31. (previously presented) The process of claim 30 further comprising the step of isolating the compound of formula II or formula VII.
- 32. (previously presented) The process of claim 30 wherein said microorganism contains a nucleic acid molecule encoding a polypeptide having aminohydrolase activity wherein said polypeptide hydrolyzes (R) -3, 3, 3-trifluoro-2-hydroxy-2-methylpropionamide of the formula:

- 33. (previously presented) The process of claim 32 wherein said nucleic acid molecule encodes the amino acid sequence of SEQ ID NO:2.
- 34. (previously presented) The process of claim 32 wherein said nucleic acid molecule is selected from the group consisting of:

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- (a) a nucleic acid molecule comprising the sequence of SEQ ID NO:1;
- (b) a nucleic acid molecule comprising the sequence complementary to SEQ ID NO:1; and
- (c) a nucleic acid molecule which hybridizes under stringent hybridization conditions to SEQ ID NO:1;

wherein said nucleic acid molecule encodes a polypeptide with stereospecific amidohydrolase activity.

- 35. (previously presented) The process of claim 30 wherein the microorganism is selected from the group consisting of the species *Klebsiella oxytoca* PRS1 (DSM 11009), *Klebsiella oxytoca* PRS1K17 (DSM 11623), *Klebsiella planticula* ID-624 (DSM 11354), and *Klebsiella pneumoniae* ID-625 (DSM 11355).
- 36. (currently amended) The process of claim 28 or 30 characterized in that the propionamide of the formula

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is prepared by converting, in a first step, trifluoroacetate of the formula

into trifluoroacetone of the formula

using a mineral acid, converting the former, in the second step, into the propionitrile of the formula

using a cyanide, and converting the former, in the third step, into the propionamide of the formula

- (a) chemically using concentrated mineral acid; or (b) biologically using microorganisms of the genus Rhodococcus.
- 37. (previously presented) The process of claim 36 wherein said mineral acid is selected from the group consisting of: sulphuric acid, phosphoric acid and nitric acid.
- 38. (previously presented) The process of claim 36 wherein said cyanide is an alkali metal cyanide.
 - 39. (canceled)

40. (currently amended) The process of claims 28 or 30, characterized in that the (S) - or (R) -3, 3, 3-trifluoro-2-hydroxy-2-methylpropionamide of the formula

is hydrolysed to the compound of the formula I or II (a) chemically in the presence of a base or (b) biologically using microorganisms of the genus Rhodococcus utilizing the microorganism of claim 41 or 42.

41. (previously presented) A biologically pure culture of a microorganism wherein said microorganism utilizes propionamide of the formula:

in the form of the racemate or of its optically active isomers as the sole nitrogen source; and wherein said microorganism is selected from the group consisting of the *genus Arthrobacter*, *Bacillus*, *Klebsiella* and *Pseudomonas*.

42. (previously presented) A biologically pure culture of a microorganism wherein said microorganism utilizes propionamide of the formula:

in the form of the racemate or of its optically active isomers as the sole nitrogen source; and wherein said microorganism is selected from the group consisting of the species Klebsiella oxytoca PRS1 (DSM 11009), Klebsiella oxytoca PRS1K17 (DSM 11623), Arthrobacter ramosus ID-620 (DSM 11350), Bacillus sp. ID-621 (DSM 11351), Klebsiella planticula ID-624 (DSM 11354), Klebsiella pneumoniae ID-625 (DSM 11355) and Pseudomonas sp. (DSM 11010).

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43. (previously presented) A cell extract derived from a biologically pure culture of a microorganism wherein said microorganism utilizes propionamide of the formula:

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in the form of the racemate or of its optically active isomers as the sole nitrogen source; and wherein said microorganism is selected from the group consisting of the genus *Arthrobacter*, *Bacillus*, *Klebsiella* and *Pseudomonas*.

44. (previously presented) A cell extract derived from a biologically pure culture of a microorganism wherein said microorganism utilizes propionamide of the formula:

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in the form of the racemate or of its optically active isomers as the sole nitrogen source; and